COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. NO.</u>: 2558-01 <u>BILL NO.</u>: HB 1098

SUBJECT: Allows Alimony to be Terminated Based on Cohabitation

<u>TYPE</u>: Original

DATE: December 21, 1999

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
None							
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON FEDERAL FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
None							
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON LOCAL FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
Local Government	\$0	\$0	\$0				

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

L.R. NO. 2558-01 BILL NO. HB 1098 PAGE 2 OF 3 December 21, 1999

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Courts Administrator** assume that this proposal will not fiscally affect their agency.

Officials from the **Department of Social Services (DOSS)** stated that they have no data on the subject of cohabitation. If it is assumed that child support would not be changed by the court and only payments to the spouse for "alimony", the loss of the alimony might qualify the family for benefits if they are otherwise eligible. While this is possible, the number of potentially eligible families is unknown, and would in fact be dependent on the courts finding of continuing cohabitation as defined in the act and a further order terminating the periodic payments to the spouse. Therefore, the DOSS cannot estimate the cost or savings resulting from enactment of this proposal.

Oversight assumes that any change in child support payments or change in status from a non-assistance family to a family that would now be eligible for cash assistance would be an **indirect** effect from enactment of this proposal. Therefore, Oversight has not shown a cost or savings relating to this proposal.

FISCAL IMPACT - State Government	FY 2001 (10 Mo.)	FY 2002	FY 2003
	\$0	\$0	\$0
FISCAL IMPACT - Local Government	FY 2001 (10 Mo.)	FY 2002	FY 2003
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal eliminates an ex-spouse's obligation to pay maintenance if a court finds that the spouse receiving maintenance has been continuously cohabiting with another person as sex partners for at least 24 months.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

GCB:LR:OD:005 (9-94)

L.R. NO. 2558-01 BILL NO. HB 1098 PAGE 3 OF 3 December 21, 1999

SOURCES OF INFORMATION

Office of State Courts Administrator Department of Social Services

Jeanne Jarrett, CPA

Director

December 21, 1999